

For the year January 1 - December 31, 1996, or fiscal year beginning _____, 1996, and ending _____, 1997.

Business name

Federal employer identification number

PART 1 -- HOW TO COMPUTE YOUR UNDERPAYMENT

1. Enter the 1996 income tax liability.	
2. Enter credits for Idaho tax on fuels claimed on the 1996 corporate return.	
3. Subtract line 2 from line 1. If the result is less than \$500, do not complete this form.	
4. Multiply line 3 by 90%.	
5. Enter the income tax liability shown on the 1995 tax return.	
6. Estimated tax. Enter the smaller of line 4 or line 5.	

	INSTALLMENTS			
	A	B	C	D
7. Enter the installment due dates that correspond to the 15th day of the 4th, 6th, 9th and 12th months of the tax year.				
8. Enter 25% of line 6 in each column. (If income is annualized, use amounts from line 30.)				
9. Amount paid or credit for each period.				
10. Enter the amount from line 14 of the preceding column.				
11. Amount applied to previous installment.				
12. Add lines 9 and 10 and subtract line 11.				
13. Underpayment. Subtract line 12 from line 8.				
14. Overpayment. Subtract line 8 from line 12.				

PART II -- HOW TO COMPUTE THE INTEREST

15. Enter the installment due dates from line 7.				
16. Amount of underpayment from line 13.				
17. Enter date of payment, or the 15th day of the 4th month after end of tax year, whichever is earlier.				
18. Number of days from due date of installment on line 15 to the date shown on line 17.				
19. $\frac{\text{Number of days on line 18}}{\text{Number of days in tax year}} \times \text{interest rate}$				
20. Multiply line 19 by the underpayment on line 16.				
21. Add line 20, columns A through D. Enter here and on line 51, Form 41 or line 53, Form 41S.				

PART III -- ANNUALIZED INCOME INSTALLMENT METHOD

	1	2	3	4
22. Enter Idaho annualized taxable income.				
23. Compute the tax on the amount in each column. Multiply line 22 by 8%.				
24. Enter other taxes for each payment period.				
25. Enter tax credits for each period.				
26. Total tax. Add lines 23 and 24 and subtract line 25.				
27. Applicable percentage.	22.5%	45%	67.5%	90%
28. Multiply line 26 by line 27.				
29. Enter combined amounts of line 8, from all previous columns.				
30. Subtract line 29 from line 28. Enter on line 8 above.				

Instructions for Idaho Form 41ESR

A corporation is required to make estimated income tax payments to the State Tax Commission if its estimated Idaho tax for the current tax year is \$500 or more, and it is required to make federal estimated payments. Form 41ESR is to be used by corporations to determine whether they paid enough estimated tax, whether they are subject to interest on underpayment and the amount of interest. Additional copies of this form may be needed in cases where multiple payments are made and applied to the underpayment of a prior period.

PART I. How to Compute Your Underpayment.

Complete Part I to determine if you have an underpayment for any of the payment periods.

Line 1. Enter the tax amount reported on the 1996 return. For Form 41, this is the amount on line 50 minus the amount on line 47. For Form 41S, this is the amount on line 52 minus the amount on line 49.

Line 2. Enter the credits claimed on the corporate return for the tax paid on fuel purchased and used for off-highway purposes. See Idaho Form 75.

Line 5. Enter the tax amount reported on the 1995 return. For Form 41, this is the amount on line 51 minus the amount on line 41. For Form 41S, this is the amount on line 55 minus the amount on line 44.

Line 6. Compare lines 4 and 5; enter the smaller amount. If you used annualized income to determine your estimated payments, use Part III to show the annualized computation.

Line 7. Enter the installment dates for your estimated payments. The installment due dates for Idaho's estimated tax payments will be the same due dates required for your federal estimated tax payments.

Line 8. Multiply the amount on line 6 by 25%. This is the required installment for each quarter. If income is annualized, enter the amounts from line 30.

Complete lines 9 through 16 for one column before completing the next column.

Line 9. Enter the estimated payments made during the payment period. For column A only, include the amount credited to 1996 payments from your 1995 return and estimated payments made by the 15th day of the 4th month of the tax year. In column B, enter payments made after the 15th day of the 4th month through the 15th day of the 6th month of the tax year. In column C, enter payments made after the 15th day of the 6th month through the 15th day of the 9th month of the tax year. In column D, enter payments made after the 15th day of the 9th month through the 15th day of the 12th month of the tax year.

Line 10. Enter any overpayment shown on line 14 of the previous column.

Line 11. If you had any underpayment in the previous column, enter the amount of this period's payment that will be applied to the underpayment.

Line 13. If your payments on line 12 are less than the payments due on line 8, subtract line 12 from line 8 and enter your underpayment here. If line 13 shows an underpayment, complete Part II to compute the interest.

Line 14. If your payments on line 12 are more than the payments due on line 8, subtract line 8 from line 12 and enter your overpayment.

PART II. How to Compute the Interest.

If you computed an underpayment on line 13 of Part I, use this part to compute the interest due on the underpayment.

Line 15. Enter the installment dates from line 7, Part I.

Line 16. Enter the amount of underpayment computed on line 13, Part I.

Line 17. Enter the date you made a payment which was applied to the underpayment amount shown on line 16, or enter the 15th day of the 4th month following the close of the tax year, whichever is earlier.

Line 18. Enter the number of days from the due date of the installment shown on line 15 to the date shown on line 17.

Line 19. Divide the number of days shown on line 18 by the number of days in the tax year. Multiply the results by the interest rate. The interest rate for 1996 was 8%. The interest rate for 1997 is 9%.

Line 20. Multiply the applicable interest rate by the underpayment shown on line 16.

Complete columns B through D, lines 7 through 20. For a short period return, complete the appropriate number of columns.

Line 21. Add the amounts shown on line 20, columns A through D. Enter the total here and on Form 41 or Form 41S.

Line 27. Idaho law requires that quarterly estimated payments be at least 90% of the tax due on the return.

PART III. How to Annualize Income.

If your estimated payments are based on annualized income for federal purposes, you may use that same method to make Idaho estimated payments. Use the worksheet for federal Form 2220 to compute the federal annualized income.

If you are a 100% Idaho corporation, enter your federal annualized income adjusted for Idaho additions and subtractions for each period on line 22. If the corporation is multistate, multiply the federal annualized income, adjusted for Idaho additions and subtractions, by the apportionment factor and enter the results on line 22. Complete lines 23 through 30 and enter the amounts from line 30 on line 8, Part I.